14000099

haranau papasaby VIRGINIA GASAND O'L BOARD

Order recorded under: CODE OF VIRGINIA § 45.1-361.26

BEFORE THE VIRGINIA GAS AND OIL BOARD

RELIEF An Order for Disbursement of Escrowed Funds□
SOUGHT: (and Authorization for Direct Payment of Royalties)

JURISDICTION: Code of Virginia § 45.1-351. (et seq) AND § 45.1-361.22 (et seq)

UNIT/WELL NAME: X10 TRACT(S): 2C

LOCATION: BUCHANAN County, Virginia

DOCKET NUMBER: VGOB-90-0905-0014-03

APPLICANTS: CNX Gas Company LLC on behalf of David & Elizabeth Meadows, Harrison-Wyatt, LLC

HEARING DATE AND LOCATION: Russell County Government Center, Lebanon, Virginia

May 20, 2014

APPEARANCES: Mark A. Swartz on behalf of CNX Gas Company LLC

PRIOR PROCEEDINGS:

- 1. Original Pooling Order Executed 10/17/1990, Recorded on 10/26/1990, Deed Book/Instrument No. 366, Page 490.
- 2. Supplemental Order Executed 10/01/1993, Recorded on 10/08/1993, Deed Book/Instrument No. 414, Page 506.
- 3. Disbursement Order -01 Executed 03/16/2011, Recorded on 03/30/2011, Deed Book/Instrument No. 110000743.
- Disbursement Order -02 Executed 08/26/2013, Recorded on 09/13/2013, Deed Book/Instrument No. 130001776.

NOTICE:

The Unit Operator gave notice to the Applicants that the Board would consider its disbursement petition at the May 20, 2014 hearing and considered whether to:

- (1) Amend the Pooling Order to provide for the disbursement of funds on deposit in the Escrow Account attributable to Tract(s) 2C identified in the attached petition.
- (2) Delete the requirement that the Unit Operator place future royalties attributable to Tract(s) 2C relative to the interests of the Applicants identified in the attached petition.
- (3) Close the escrow account under this docket number.

FINDINGS:

Code of Virginia § 45.1-361.22

Applicant has certified and represented to the Board that:

Harrison-Wyatt LLC and David & Elizabeth Meadows have entered into a royalty split agreement. The Annexed Table 1 specifies how said royalties are to be divided and paid.

RELIEF GRANTED:

VGOB Disbursement			Fractional	Net Acreage	Royalty	Escrowed	Percent of
Unit)	K10		Ownership	Ownership	Split	Acres	Escrowed Funds
VGOB-90-0905-0014-03			in Tract	inTract	Agreement	Disbursed	Disbursed
Table	1						
Tract	s: 2C		ļ	<u> </u>			{
Item	Tract	Disbursement Table					
		Total acreage in escrow before disbursement				7.07000	
	2C	Tract 2C (total acreage)	7.07	<u>. </u>		<u> l</u>	
1_	2C	David & Elizabeth Meadows\P.O. Box 142, Vansant, VA 24656		7.0700	50.00%	3.5350	50.0000%
2	2C	Harrison-Wyatt, LLC\P.O. Box 11000, Danville, VA 24543		7.0700	50.00%	3.5350	50.0000%

- 1. The Escrow Agent is ordered, to within ten (10) days of receipt of this executed order, disburse funds for the unit and applicants detailed in Table 1.
- 2. The Escrow Agent is ordered to close the Escrow Account for the Subject Drilling unit based on the attached Revised Exhibit E which replaces all prior Exhibit E's recorded for the Subject Drilling Unit.

CONCLUSION:

Therefore, the requested relief and all terms and provisions set forth above be and hereby are granted and IT IS SO ORDERED.

APPEALS:

Appeals of this Order are governed by the provisions of the Code of Virginia § 45.1-361.9 which provides that any order or decision of the Board may be appealed to the appropriate circuit court and that whenever a coal owner, coal operator, gas owner, gas operator, or operator of a gas storage field certificated by the State Corporation Commission is a party in such action, the court shall hear such appeal de novo.

DONE AND EXECUTED this 29 day of May, 2014 by a majority of the Virginia Gas and Oil Board.

Chairman, Bradley C. Lambert

COMMONWEALTH OF VIRGINIA COUNTY OF RUSSELL

Acknowledged on this $\frac{29}{4}$ day of $\frac{29}{4}$, personally before me a notary public in and for the Commonwealth of Virginia, appeared Bradley C. Lambert, being duly sworn did depose and say that he is the Chairman of the Virginia Gas and Oil Board, that he executed the same and was authorized to do so.

Diane J. Davis, Motary Public

My Commission expires: September 30, 2017

DONE AND PERFORMED this 30 day of May, 2014 by Order of the Virginia Gas and On Board

Rick Cooper

Principal Executive to the staff, Virginia Gas and Oil Board

Rick Cooper"

COMMONWEALTH OF VIRGINIA **COUNTY OF RUSSELL**

Acknowledged on this 3 day of M , 20, personally before me a notary public in and for the Commonwealth of Virginia, appeared Rick Cooper, being duly sworn did depose and say that he is the Principal Executive to the staff of the Virginia Gas and Oil Board, that he executed the same and was authorized to do so.

Diane J. Davis, Notary Public

174394

My Commission expires: September 30, 2017

BEFORE THE VIRGINIA GAS AND OIL BOARD

PETITIONER: CNX Gas Company LLC

DIVISION OF GAS AND OIL

DOCKET NO: VGOB 90-0905-0014-03

RELIEF SOUGHT: (1) DISBURSEMENT FROM

ESCROW REGARDING TRACT(S) 2C (2) AND AUTHORIZATION FOR DIRECT (3)

PAYMENT OF ROYALTIES

HEARING DATE: May 20, 2014

DRILLING UNIT: X10

BUCHANAN COUNTY, VIRGINIA

PETITION FOR ORDER OF DISBURSEMENT OF ESCROW FUNDS

1. Petitioner and its counsel

Petitioner is CNX Gas Company LLC, 2481 John Nash Blvd, Bluefield, WV 24701, (304)323-6500. Petitioner's counsel is Mark A. Swartz, Swartz Law Offices, 601 Sixth Avenue, Suite 201, P.O. Box 1808, St. Albans, WV 25177-1808...

2. Relief Sought

(1) the disbursement of escrowed funds heretofore deposited with the Board's Escrow Agent(s) attributable to Tract(s) 2C as depicted upon the annexed Table 1. (Royalties currently being paid under VP8SGU3, VGOB 06-0321-1598) (2) Vacate current order due to all parties being leased and all conflicts resolved.

3. Legal Authority

Va. Code Ann. § 45.1-361.1 et seq., 4 VAC 25-160-140., and relevant Virginia Gas and Oil Board Orders ("Board") heretofore promulgated pursuant to law.

4. Type of Well(s)

Coalbed Methane

5. Factual basis for relief requested

Harrison-Wyatt LLC and David & Elizabeth Meadows have entered into a royalty split agreement. The Annexed Table 1 specifies how said royalties are to be divided and paid.

6. Attestation

The foregoing Petition to the best of my knowledge, information, and belief is true and correct.

4
0
$lue{}$
0
9
9
6

VGOB Disbursement Unit X10			Fractional	Net Acreage	Royalty	Escrowed	Percent of	Disbursement
			Ownershi p	Ownership	Split	Acres	Escrowed Funds	· -
VGO	VGOB-90-0905-0014-03			inTract	Agreement	Disbursed	Disbursed	
Table	e 1							
Tract	Tracts: 2C							
Item	Tract	Disbursement Table						
		Total acreage in escrow before disbursement				7.07000		
	2C	Tract 2C (total acreage)	7.07	<u> </u>				
1	2C	David & Elizabeth Meadows\P.O. Box 142, Vansant, VA 24656		7.0700	50.00%	3.5350	50.0000%	\$21,713.78
2	2C	Harrison-Wyatt, LLC\P.O. Box 11000, Danville, VA 24543		7.0700	50.00%	3.5350	50.0000%	\$21,713.78

Wells contributing to the escrow account: CBM X-10A, CBM X-10

Exhibit E Unit X-10 Docket #VGOB 90-0905-0014-03 List of Conflicting Owners/Claimants that require escrow

140000996

Interest in Interest in Percent 5-West 6-West Acres in Unit of Unit 24.37931% 13.54493%

All Conflicts Resolved

Exhibit EE Unit X-10 Docket #VGOB 90-0905-0014-03

List of Conflicting Owners/Claimants with Royalty Split Agreements

		Acres in Unit	Percent of Unit	Interest in 5-West 24.37931%	Interest in 6-West 13.54493%	Percent of Escrow
Tract #2A,	4.38 Acres					
COA	L OWNERSHIP					
(1)	Harrison-Wyatt, L.L.C. P.O. Box 11000 Danville, VA 24543	4.38 acres	5.4750%	1.33477%	0.74158%	n/a
OIL	& GAS OWNERSHIP					
(1)	CNX Gas Company LLC 2481 John Nash Blvd. Bluefield, WV 24701 Previously George Jackson, C	4.38 acres	5.4750%	1.33477%	0.74158%	n/a
<u>Tract #2B,</u>	4.33 Acres					
COA	L OWNERSHIP					
(1)	Harrison-Wyatt, L.L.C. P.O. Box 11000 Danville, VA 24543	4.33 acres	5.4125%	1.31953%	0.73312%	n/a
OIL 8	GAS OWNERSHIP					
(1)	Delmer Kyle Meadows, et ux 15381 Bordwine Road Bristol, VA 24202	4.33 acres	5.4125%	1.31953%	0.73312%	n/a
Tract #2C.	7.07 Acres					
COAL	OWNERSHIP					
(1)	Harrison-Wyatt, L.L.C. P.O. Box 11000 Danville, VA 24543	7.07 acres	8.8375%	2.15452%	1.19703%	50.0000%
OIL 8	GAS OWNERSHIP					
(1)	David & Elizabeth Meadows P. O. Box 142 Vansant, VA 24656	7.07 acres	8.8375%	2.15452%	1.19703%	50.0000%
Tract #2D, 9	0.82 Acres					
COAL	OWNERSHIP					
(1)	Harrison-Wyatt, L.L.C. P.O. Box 11000 Danville, VA 24543	9.82 acres	12.2750%	2.99256%	1.66264%	n/a
OIL &	GAS OWNERSHIP					
(1)	Rachel Cook P.O. Box 91 Vansant, VA 24656	9.82 acres	12.2750%	2.99256%	1.66264%	nla

140000996

Unit X-10 Docket #VGOB 90-0905-0014-03 List of Conflicting Owners/Claimants with Royalty Split Agreements

Exhibit EE

		Acres in Unit	Percent of Unit	Interest in 5-West 24.37931%	Interest in 6-West 13.54493%	Percent of Escrow
Tract #2E, 1	1.81 Acres					
COAL	OWNERSHIP					
(1)	Harrison-Wyatt, L.L.C. P.O. Box 11000 Danville, VA 24543	1.81 acres	2.2625%	0.55158%	0.30645%	n/a
OIL &	GAS OWNERSHIP					
(1)	Dorlis Cook, et al	1.81 acres	2.2625%	0.55158%	0.30645%	
(a)	Dorlis Cook 23274 Golden View Drive Abingdon, VA 24211	0.91 acres 1/2 of 1.81 acre	1.1313% s	0.27579%	0.15323%	n/a
(b)	Arron Dorlis Cook 515 Maplewood Drive Vinton, VA 24179	0.91 acres 1/2 of 1.81 acres	1.1313% s	0.27579%	0.15323%	n/a
		To	age Resolved age Resolved	27.4100	34.2625%	

INSTRUMENT #140000996
RECORDED IN THE CLERK'S OFFICE OF
BUCHANAN COUNTY ON
JUNE 13, 2014 AT 10:36AM

BEVERLY S. TILLER, CLERK RECORDED BY: 66B